AGREED FINAL ORDER

On this the 3 15 day of AUCUST, 2011, the Texas Appraiser Licensing and Certification Board, (the Board), considered the matter of the certification of Daryl K. Morris, (Respondent). The Board makes the following findings of fact and conclusions of law and enters this Order:

In order to conclude this matter Daryl K. Morris neither admits nor denies the truth of the Findings of Fact and Conclusions of Law contained herein and further agrees to the disciplinary action set out in this Agreed Final Order. The Board makes the following findings of fact and conclusions of law and enters this Order in accordance with Tex. Occ. Code § 1103.458:

FINDINGS OF FACT

- 1. Respondent Daryl K. Morris is a state certified residential real estate appraiser and has been certified by the Board during all times material to these complaints.
- 2. Respondent is subject to the jurisdiction of the Board, the Texas Appraiser Licensing and Certification Act, Tex. Occ. Code Chapter 1103 (Vernon 2007) (the Act), the Rules of the Board, 22 Tex. Admin. Code §§153, 155, 157 (West 2007) (the Rules), and the Uniform Standards of Professional Appraisal Practice (USPAP) in effect at the time of the appraisal.
- 3. Respondent appraised real property located at 2912 Mountain Creek Drive, McKinney, Texas 75070 on or about May 10, 2010.
- 4. On or about September 23, 2010 a complaint was filed with the Board based on allegations that the Respondent had produced an appraisal report that did not comply with the USPAP.
- 5. On or about September 28, 2010, the Board, in accordance with the mandate of the Administrative Procedure Act (the APA), Tex. Gov't Code Ann. Chapter 2007, notified Respondent of the nature and accusations involved and Respondent was afforded an opportunity to respond to the accusations alleged by the complainant. Respondent's response to the complaint was received.

- 6. Respondent violated Tex. Occ. Code § 1103.405, 22 Tex. Admin. Code §§ 153.20(a)(3) and 155.1(a) by the following acts or omissions which did not conform to USPAP in effect at the time of the appraisal reports for the property:
 - a) Scope of Work Rule; 1-2(h) & 2-2(b)(vii) Respondent failed to meet assignment conditions that were a part of his scope of work by failing to disclose and analyze prior sales of the properties he used as comparable sales;
 - b) Respondent failed to identify and report the site and improvement(s) descriptions adequately, did not consider and report anticipated public and private improvements located on or off the site and did not consider and report easements, restrictions, encumbrances, leases, reservations, covenants, contracts, declarations, special assessments, ordinances, or other items of a similar nature impacting the property;
 - c) Respondent failed to use an appropriate method or technique to develop an opinion of the site value, failed to provide site value support nor address the site's presence in the flood plain, did not collect, verify, analyze and reconcile the cost new of improvements and accrued depreciations, and failed to employ recognized methods and techniques in the cost approach.
 - d) Respondent failed to analyze all sales of the subject within three years prior to the effective date of the appraisal;
 - e) Respondent's report contains substantial errors of commission or omission as detailed above which resulted in a misleading appraisal report for the property.
- 7. Respondent omitted material facts and made material misrepresentations in the appraisal report for the property as detailed above.
- 8. The parties enter into the following consent order in accordance with TEX. Occ. CODE § 1103.458.

CONCLUSIONS OF LAW

- 1. The Texas Appraiser Licensing and Certification Board has jurisdiction over this matter pursuant to the Texas Appraiser Licensing and Certification Act, TEX. OCC. CODE § 1103.451-1103.5535.
- 2. Respondent violated the following provisions of USPAP as prohibited by TEX. OCC. CODE § 1103.405 and 22 TEX. ADMIN. CODE §§ 155.1(a) and 153.20(a)(3): USPAP Scope of Work Rule; USPAP Standards Rules: 1-2(h) & 2-2(b)(vii); 1-2(e)(i) & 2-2(b)(iii); 1-4(f) & 2-2(b)(viii); 1-2(e)(iv) & 2-2(b)(viii); 1-4(b)(i) & 2-2(b)(viii); 1-4(b)(ii) & 2-2(b)(viii); 1-1(a) & 1-4(b); 1-5(b) & 2-2(b)(viii); 1-1(a); 1-1(b); 1-1(c); and 2-1(a).

3. Respondent violated 22 Tex. ADMIN. CODE §153.20(a)(9) by making material misrepresentations and omitting material facts.

Based on the above findings of fact and conclusions of law, the Board ORDERS that the Respondent shall:

- 1) Attend and complete a minimum, 15 classroom-hour course in USPAP;
- 2) Attend and complete a minimum, 15 classroom-hour course in highest and best use or residential site evaluation and analysis;
- 3) Within 6 months of the effective date of this order, Respondent shall complete 5 hours of in-person mentorship conducted by a certified USPAP instructor approved by the Board. Upon completion of the requisite mentorship hours, and, within 6 months of the effective date of this order, Respondent shall submit on a form provided by the Board, a signed, notarized affidavit attested by the certified USPAP instructor confirming completion of the mentorship hours; and,
- 4) Comply with all future provisions of the Act, the Rules of the Board, and USPAP in the future or be subjected to further disciplinary action.

ALL CLASSES required by this Agreed Final Order must be classes approved by the Board and must be completed within TWELVE MONTHS of the date of this Order and documentation of attendance and successful completion of the educational requirements of this Order shall be delivered to the Board on or before the end of the twelve-month period indicated. None of the classes or seminars required by this Order may be taken through correspondence courses. Unless otherwise noted above, all classes must be inclass, have an exam, and Respondent must have a passing grade on the exam given in each class. None of these required classes will count toward Respondent's continuing education requirements for certification. Respondent is solely responsible for locating and scheduling classes to timely satisfy the terms of this agreement.

Failure to comply with any of the terms of this Agreed Final Order within the time allotted shall result in **IMMEDIATE SUSPENSION** of the Respondent's certification pursuant to notice to the Respondent from the Board indicating that the Respondent has not fulfilled the requirements of this Agreed Final Order.

ANY SUCH SUSPENSION SHALL BE EFFECTIVE WITHOUT THE NEED FOR A HEARING OR OTHER ADMINISTRATIVE DUE PROCESS UNDER THE TEXAS APPRAISER LICENSING AND CERTIFICATION ACT OR THE ADMINISTRATIVE PROCEDURE ACT, AND RESPONDENT SPECIFICALLY WAIVES ANY SUCH HEARING OR DUE PROCESS. Respondent shall be notified of any such suspension or lifting of probation by certified mail, return receipt requested, to the last known address as provided to the Board. If Respondent's certification is suspended on such a basis, the suspension shall remain in effect until such time as Respondent satisfies the unfulfilled portion of the agreed final order and provides adequate documentation of same to the Board.

Respondent, by signing this Agreed Final Order, waives the Respondent's right to a formal hearing and any right to seek judicial review of this Agreed Final Order. Information about this Agreed Final Order is subject to public information requests and notice of this Agreed Final Order will be published on the Board's web site.

THE DATE OF THIS AGREED FINAL ORDER shall be the date it is executed by the Chairperson of the Texas Appraiser Licensing and Certification Board. The Chairperson has been delegated the authority to sign this Agreed Final Order by the Texas Appraiser Licensing and Certification Board vote.

Signed this 3151 day of AU 6-V5 1, 2011.
DARYLK: MORRIS
SWORN TO AND SUBSCRIBED BEFORE ME, the undersigned, on this the 3/st day of hugust, 2011, by DARYL K. MORRIS, to certify which, witness my hand and official seal. Brenda Riggars Notary Public Signature Brenda Riggars Notary Public's Printed Name Brenda Riggars Notary Public's Printed Name
Signed by the Standards and Enforcement Services Division this 11TH day of Standards, 2011.
Troy Beaulieu, TALCB Staff Attorney
Signed by the Commissioner this 12 day of October, 2011.
Douglas Øldmixon, Commissioner
Texas Appraiser Licensing and Certification Board
Approved by the Board and Signed this 12 day of, 2011.
Luis De La Garza, Chairperson
Texas Appraiser Licensing and Certification Board